

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

SW-20445A  
Global Water – Palo Verde Utilities Company, Inc.  
c/o Global Water  
21410 N 19<sup>th</sup> Ave. Ste. 201  
Phoenix, AZ 85027

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RECEIVED  
APR 15 2010  
GLOBAL WATER  
Director Utilities

**ANNUAL REPORT**  
**Sewer**

FOR YEAR ENDING

12	31	2009
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FOR COMMISSION USE

ANN05	09
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4-19-10

## COMPANY INFORMATION

**Company Name (Business Name)** Global Water – Palo Verde Utilities Company, Inc.

**Mailing Address** 21410 N. 19<sup>th</sup> Ave., Ste. 201

(Street)

Phoenix

(City)

AZ

(State)

85027

(Zip)

623-580-9600

Telephone No. (Include Area Code)

623-580-9659

Fax No. (Include Area Code)

NA

Cell No. (Include Area Code)

**Email Address** graham.symmonds@gwresources.com

**Local Office Mailing Address** Same as above

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

## MANAGEMENT INFORMATION

☐ **Regulatory Contact:** Graham Symmonds

☐ **Management Contact:** Graham Symmonds CTO & SVP Regulatory Affairs & Compliance

(Name)

(Title)

21410 N. 19<sup>th</sup> Ave. Ste. 210

(Street)

Phoenix

(City)

AZ

(State)

85027

(Zip)

623-580-9600

Telephone No. (Include Area Code)

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Fax No. (Include Area Code)

602-615-4532

Cell No. (Include Area Code)

**Email Address** graham.symmonds@gwresources.com

**On Site Manager:** Edward Borromeo, MCGR General Manager

(Name)

22590 North Powers Parkway

(Street)

Maricopa

(City)

AZ

(State)

85238

(Zip)

520-233-2910

Telephone No. (Include Area Code)

520-568-6367

Fax No. (Include Area Code)

602-653-5923

Cell No. (Include Area Code)

**Email Address** ed.borromeo@gwresources.com

<b>Statutory Agent:</b> <u>Andrew Abraham, Burch &amp; Cracchiolo, PLC</u>			
(Name)			
<u>702 East Osborn, Ste. 200</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85014</u>
(Street)	(City)	(State)	(Zip)
<u>602-274-7611</u>	<u>602-234-0341</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Attorney:</b> <u>Timothy J. Sabo, Roshka DeWulf &amp; Patten, PLC</u>			
(Name)			
<u>400 E Van Buren, Ste. 800</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85004</u>
(Street)	(City)	(State)	(Zip)
<u>602-256-6100</u>	<u>602-256-6800</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b> _____			

### **OWNERSHIP INFORMATION**

Check the following box that applies to your company:

- |  |   |
|--|---|
| <input type="checkbox"/> <b>Sole Proprietor (S)</b>    | <input checked="" type="checkbox"/> <b>C Corporation (C) (Other than Association/Co-op)</b> |
| <input type="checkbox"/> <b>Partnership (P)</b>        | <input type="checkbox"/> <b>Subchapter S Corporation (Z)</b>                                |
| <input type="checkbox"/> <b>Bankruptcy (B)</b>         | <input type="checkbox"/> <b>Association/Co-op (A)</b>                                       |
| <input type="checkbox"/> <b>Receivership (R)</b>       | <input type="checkbox"/> <b>Limited Liability Company</b>                                   |
| <input type="checkbox"/> <b>Other (Describe)</b> _____ |   |


### **COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

- |  |  |  |
|--|--|--|
| <input type="checkbox"/> <b>APACHE</b>     | <input type="checkbox"/> <b>COCHISE</b>  | <input type="checkbox"/> <b>COCONINO</b>         |
| <input type="checkbox"/> <b>GILA</b>       | <input type="checkbox"/> <b>GRAHAM</b>   | <input type="checkbox"/> <b>GREENLEE</b>         |
| <input type="checkbox"/> <b>LA PAZ</b>     | <input type="checkbox"/> <b>MARICOPA</b> | <input type="checkbox"/> <b>MOHAVE</b>           |
| <input type="checkbox"/> <b>NAVAJO</b>     | <input type="checkbox"/> <b>PIMA</b>     | <input checked="" type="checkbox"/> <b>PINAL</b> |
| <input type="checkbox"/> <b>SANTA CRUZ</b> | <input type="checkbox"/> <b>YAVAPAI</b>  | <input type="checkbox"/> <b>YUMA</b>             |
| <input type="checkbox"/> <b>STATEWIDE</b>  |  |  |

**UTILITY PLANT IN SERVICE**

ACCT NO	DESCRIPTION	ORIGINAL COST	ACCUMULATED DEPRECIATION	OCID
351	ORGANIZATION	-	-	\$ -
352	FRANCHISES	-	-	\$ -
353	LAND & LAND RIGHTS	186,342.47	-	\$ 186,342.47
354	STRUCTURES & IMPROVEMENTS	17,606,546.82	(2,761,935.70)	\$ 14,844,611.12
355	POWER GENERATION EQUIPMENT	321,435.96	(68,800.62)	\$ 252,635.34
360	COLLECTION SEWERS - FORCE	3,857,655.53	(534,234.48)	\$ 3,323,421.05
361	COLLECTION SEWERS - GRAVITY	47,504,065.22	(3,131,593.32)	\$ 44,372,471.90
363	SERVICES TO CUSTOMERS	5,244,341.92	(304,920.61)	\$ 4,939,421.31
364	FLOW MEASURING DEVICES	23,635.81	(10,127.67)	\$ 13,508.14
370	RECEIVING WELLS	1,921,877.26	(182,443.82)	\$ 1,739,433.44
371	PUMPING EQUIPMENT	3,952,475.02	(1,751,109.29)	\$ 2,201,365.73
374	REUSE DISTRIBUTION RESERVOIRS	11,043.15	(966.27)	\$ 10,076.88
375	REUSE TRANSMISSION & DISTRIBUTION	10,868,714.32	(921,743.50)	\$ 9,946,970.82
380	TREATMENT & DISPOSAL EQUIPMENT	5,474,807.27	(1,337,016.28)	\$ 4,137,790.99
381	PLANT SEWERS	78,384.49	(26,256.16)	\$ 52,128.33
382	OUTFALL SEWER LINES	353,645.27	(89,294.23)	\$ 264,351.04
389	OTHER PLANT & MISCELLANEOUS EQUIPMENT	2,153,268.28	(267,659.82)	\$ 1,885,608.46
390	OFFICE FURNITURE & EQUIPMENT	335,267.41	(226,971.03)	\$ 108,296.38
391	TRANSPORTATION EQUIPMENT	168,565.11	(131,940.84)	\$ 36,624.27
393	TOOLS, SHOP, AND GARAGE EQUIPMENT	104,002.01	(12,608.52)	\$ 91,393.49
394	LABORATORY EQUIPMENT	40,475.13	(14,778.83)	\$ 25,696.30
395	POWER OPERATED EQUIPMENT	10,320.40	(1,243.45)	\$ 9,076.95
396	COMMUNICATION EQUIPMENT	38,288.62	(6,394.95)	\$ 11,893.67
397	MISCELLANEOUS EQUIPMENT	369,723.46	(58,804.51)	\$ 310,918.95
398	OTHER TANGIBLE PLANT	1,570,627.53	(365,848.83)	\$ 1,204,778.70
	<b>TOTALS</b>	<b>102,195,508.46</b>	<b>(12,226,692.73)</b>	<b>\$ 89,968,815.73</b>

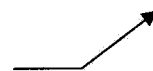
This amount goes on the Balance Sheet Acct. No. 108 

**COMPANY NAME: GLOBAL WATER – PALO VERDE UTILITIES COMPANY**

**CALCULATION OF DEPRECIATION EXPENSE**

ACCT NO	DESCRIPTION	ORIGINAL COST	DEPRECIATION PERCENTAGE	DEPRECIATION EXPENSE
353	LAND & LAND RIGHTS	186,342.47	0%	\$ -
354	STRUCTURES & IMPROVEMENTS	17,606,546.82	3%	\$ 499,070.14
355	POWER GENERATION EQUIPMENT	321,435.96	5%	\$ 16,166.55
360	COLLECTION SEWERS - FORCE	3,857,655.53	2%	\$ 74,664.41
361	COLLECTION SEWERS - GRAVITY	7,504,065.22	2%	\$ 936,388.21
363	SERVICES TO CUSTOMERS	5,244,341.92	2%	\$ 104,079.78
364	FLOW MEASURING DEVICES	23,635.81	10%	\$ 2,283.06
370	RECEIVING WELLS	1,921,877.26	3%	\$ 64,374.49
371	PUMPING EQUIPMENT	3,952,475.02	13%	\$ 495,702.02
374	REUSE DISTRIBUTION RESERVOIRS	11,043.15	3%	\$ 276.07
375	REUSE TRANSMISSION & DISTRIBUTION	10,868,714.32	3%	\$ 265,831.03
380	TREATMENT & DISPOSAL EQUIPMENT	5,474,807.27	5%	\$ 267,642.04
381	PLANT SEWERS	78,384.49	5%	\$ 3,987.55
382	OUTFALL SEWER LINES	353,645.27	3%	\$ 11,535.33
389	OTHER PLANT & MISCELLANEOUS EQUIPMENT	2,153,268.28	7%	\$ 140,828.26
390	OFFICE FURNITURE & EQUIPMENT	335,267.41	20%	\$ 57,518.06
391	TRANSPORTATION EQUIPMENT	168,565.11	20%	\$ 31,793.60
393	TOOLS, SHOP, AND GARAGE EQUIPMENT	104,002.01	5%	\$ 5,109.21
394	LABORATORY EQUIPMENT	40,475.13	10%	\$ 3,826.29
395	POWER OPERATED EQUIPMENT	10,320.40	5%	\$ 516.02
396	COMMUNICATION EQUIPMENT	38,288.62	10%	\$ 5,547.87
397	MISCELLANEOUS EQUIPMENT	369,723.46	10%	\$ 36,444.67
398	OTHER TANGIBLE PLANT	1,570,627.53	10%	\$ 130,667.96
	<b>TOTALS</b>	102,195,508.46		\$ 3,154,252.62

This amount goes on the Comparative Statement of Income and Expense Acct. 403



**COMPANY NAME: GLOBAL WATER – PALO VERDE UTILITIES COMPANY**

**BALANCE SHEET**

<b>Acct No.</b>		<b>BALANCE AT BEGINNING OF TEST YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$	\$
132	Special Deposits	103,032	104,348
135	Temporary Cash Investments		
141	Customer Accounts Receivable	573,718	309,366
143	Accumulated Provision for Uncollectible Accounts	(141,414)	(35,879)
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	4,267	11,319
162	Prepayments	1,613	5,838
174	Miscellaneous Current and Accrued Assets	10,686	7,915
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$551,902	\$402,907
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$100,264,745	\$102,195,507
103	Property Held for Future Use		
105	Construction Work in Progress	17,426,870	20,640,462
108	Accumulated Depreciation – Utility Plant	(9,077,582)	(12,226,693)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$108,614,033	\$110,609,277
	<b>TOTAL ASSETS</b>	<b>\$109,165,935</b>	<b>\$111,012,184</b>

NOTE: Total Assets on this page should equal **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

<b>Acct No.</b>	<b>LIABILITIES</b>	<b>BALANCE AT BEGINNING OF TEST YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$677,765	\$658,856
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	140,172	194,704
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	343,490	245,312
253	Other Deferred Credits	3,434	47,417
	<b>TOTAL CURRENT LIABILITIES</b>	<b>\$1,164,861</b>	<b>\$1,146,289</b>
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<b>DEFERRED CREDITS</b>		
252	Advances in Aid of Construction	\$27,370,552	\$27,585,537
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax	921,264	1,005,336
	<b>TOTAL DEFERRED CREDITS</b>	<b>\$28,295,250</b>	<b>\$28,638,290</b>
	<b>TOTAL LIABILITIES</b>	<b>\$28,291,816</b>	<b>\$28,590,873</b>
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$10	\$10
211	Other Paid in Capital	78,244,356	79,542,801
215	Retained Earnings	1,464,892	1,732,211
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	<b>\$79,709,258</b>	<b>\$81,275,022</b>
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$109,165,935</b>	<b>\$111,012,184</b>

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
521	Flat Rate Revenues	\$	\$
522	Measured Revenues		
536	Other Wastewater Revenues	6,605,304	6,682,816
	<b>TOTAL REVENUES</b>	<b>\$6,605,304</b>	<b>\$6,682,816</b>
	<b>OPERATING EXPENSES</b>		
701	Salaries and Wages	\$1,221,367	\$1,086,546
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense		
715	Purchased Power	541,934	577,030
716	Fuel for Power Production		
718	Chemicals	160,523	158,672
720	Materials and Supplies	263,090	75,395
721	Office Expense	294,825	250,466
730	Outside Services	183,114	97,158
731	Contractual Services – Professional		
735	Contractual Services – Testing	99,923	44,598
736	Contractual Services – Other		
740	Rents	113,580	146,602
750	Transportation Expense	31,222	20,437
755	Insurance Expense	56,553	101,365
765	Regulatory Commission Expense		
775	Miscellaneous Expense	151,367	154,024
403	Depreciation Expense	2,893,976	3,154,252
408	Taxes Other Than Income	31,119	8,729
408.11	Property Taxes	280,397	373,344
409	Income Taxes	110,384	168,422
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$6,433,374</b>	<b>\$6,417,040</b>
	<b>OTHER INCOME/EXPENSE</b>		
419	Interest and Dividend Income	\$2,728	\$1,545
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/EXPENSE</b>	<b>\$2,728</b>	<b>\$1,545</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$174,658</b>	<b>\$267,321</b>



**COMPANY NAME: GLOBAL WATER – PALO VERDE UTILITIES COMPANY**

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

<b>COMPANY NAME: Global Water - Palo Verde Utilities Company</b>	
<b>Name of System: Palo Verde</b>	<b>Wastewater Inventory Number (if applicable):</b>

## WASTEWATER COMPANY PLANT DESCRIPTION

### TREATMENT FACILITY

<b>TYPE OF TREATMENT</b> (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, etc.)	1 x 3.0 MGD SBR Tertiary Treatment Facility 1 x 0.3 MGD Faculative Lagoon (not in use) 1 x 1.0 MGD SBR Tertiary Treatment Facility (non-operational)
<b>DESIGN CAPACITY OF PLANT</b> (Gallons Per Day)	Permitted Capacity = 9.0 MGD (per APP 105228)

### LIFT STATION FACILITIES

#### PUMPS

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
McDavid LS	2	70	650	15,000
Cobblestone LS	2	18	1200	8,900
Tortosa LS	2	5	300	10,300
Maricopa Groves LS	2	40	750	24,600
Alterra LS	2	15	690	13,200
Rancho El Dorado LS ✓	3	20	1000	23,095
Palo Verde WRF Influent LS	1	100	5000	328,000
Palo Verde WRF Influent LS	1	30	1800	

### FORCE MAINS

Size (Inches)	Material	Length (Feet)
4 ✓	DIP	42
8 ✓	DIP	143
10 ✓	DIP	59
14 ✓	DIP	30
16 ✓	DIP	16
18	DIP	18
24	DIP	961
30	DIP	60
6 ✓	PVC	1,954
8 ✓	PVC	31,629
10 ✓	PVC	6,375
12 ✓	PVC	1,520
14 ✓	PVC	8,001
24	PVC	5,584

ABS = Acrylonitrile-Butadiene-Styrene  
DIP =

HDPE = High Density Polyethylene  
PVC =

UNK = Unknown  
VCP = Vitrified Clay Pipe

-99 = Unknown

***Note: If you are filing for more than one system, please provide separate sheets for each system.***

**COMPANY NAME: Global Water - Palo Verde Utilities Company**

**Name of System: Palo Verde**

**Wastewater Inventory Number (if applicable):**

**RECYCLED MAINS**

Size (Inches)	Material	Length (Feet)
24	CON301	3,888
-99	DIP	13
12	DIP	131
16	DIP	784
24	DIP	1,536
10	DIP350	36
24	DIP350	212
-99	PVC	616
8	PVC	10,255
10	PVC	7,521
12	PVC	28,532
16	PVC	5,371
18	PVC	16,122
24	PVC	23,857
12	PVCCL1	25
-99	PVCCL2	1,314
8	PVCCL2	120
12	PVCCL2	12,896
16	PVCCL2	485
18	PVCCL2	21,517
24	PVCCL2	21,316

CON301 = AWWA C301  
DIP = Ductile Iron Pipe

PVC = Polyvinyl Chloride  
UNK = Unknown

-99 = Unknown

**MANHOLES**

Type	Quantity
	3,648
	9
CONV	215
INA	1
LOCK	1
SEA	6
WT	13

CONV = Conventional  
INA = Inaccessible

SEA = Sealed  
WT = Water Tight

**CLEANOUTS**

Quantity
225

***Note: If you are filing for more than one system, please provide separate sheets for each system.***

**COMPANY NAME: Global Water - Palo Verde Utilities Company**

**Name of System: Palo Verde**

**Wastewater Inventory Number (if applicable):**

**COLLECTION MAINS**

**SERVICES**

<b>Size (in Inches)</b>	<b>Material</b>	<b>Length (in Feet)</b>
8	ABS	27
6	DIP	160
8	DIP	2,963
10	DIP	264
12	DIP	1,148
18	DIP	155
24	DIP	641
30	DIP	1,764
12	HDPE	174
15	HDPE	225
18	HDPE	2,468
24	HDPE	16,308
27	HDPE	1,681
30	HDPE	17,115
36	HDPE	4,722
42	HDPE	10,553
48	HDPE	5,825
4	PVC	419
6	PVC	1,809
8	PVC	749,688
10	PVC	47,853
12	PVC	65,545
15	PVC	17,413
18	PVC	8,870
21	PVC	778
24	PVC	41,912
30	PVC	9,244
36	PVC	28,738
42	PVC	506
48	PVC	4,556

<b>Size (in Inches)</b>	<b>Material</b>	<b>Quantity</b>
-99	UNK	3
4	UNK	21,669

ABS = Acrylonitrile-Butadiene-Styrene  
DIP =

HDPE = High Density Polyethylene  
PVC =

UNK = Unknown  
VCP = Vitrified Clay Pipe

-99 = Unknown

***Note: If you are filing for more than one system, please provide separate sheets for each system.***

<b>COMPANY NAME: Global Water - Palo Verde Utilities Company</b>	
<b>Name of System: Palo Verde</b>	<b>Wastewater Inventory Number (if applicable):</b>

**FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY  
PER WASTEWATER SYSTEM**

<b>SOLIDS PROCESSING AND HANDLING FACILITIES</b>	2 x 1.5m Filter Belt Press 2 x Conveyor System for Biosolids 4 x 1/4 inch Influent Trash Removal Auger 2 x Grit Classifier 2 x Conveyor for Grit/Trash
<b>DISINFECTION EQUIPMENT</b> (Chlorinator, Ultra-Violet, Etc.)	2 x Low Pressure High Intensity UV
<b>FILTRATION EQUIPMENT</b> (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	2 x 1.0 MGD Sand Filters (Gravity, traveling bridge) 2 x 4.0 MGD Disc Filters
<b>STRUCTURES</b> (Buildings, Fences, Etc.)	2 x Office/Lab/Storage = 1500 sq ft 2 x SBR Blower Building = 1400 sq ft 2 x Headworks Building = 2800 sq ft 2 x Blower/Solids Handling = 2400 sq ft 2 x Masonry Walls (Filtration & Odor Control) = 600 sq ft Masonry Brick Walls at Cobblestone Lift Station, Alterra Lift Station, Groves Lift Station, RED Lift Station and Tortosa Lift Station Chain Link Fence: Lagoon = 2450 ft, 2 x SBR = 800 ft
<b>OTHER</b> (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	Odor Scrubbers: 2 x Lift Station; 4 x SBR Systems 2 x Polymer Injection System 2 x 1500 kW D/G 2 x 350kVAD/G 2 x 80kVAD/G 2 x 60kWD/G 2 x HACH Portable Water Test Kit (DR2000) 5 x 1/2 Ton Pick-up Truck 1 x Vac Truck

***Note: If you are filing for more than one system, please provide separate sheets for each system.***

<b>COMPANY NAME: GLOBAL WATER – PALO VERDE UTILITIES COMPANY</b>	
<b>Name of System: PVUC</b>	<b>Wastewater Inventory Number (if applicable): NA</b>

**UTILITY SHUTOFFS / DISCONNECTS**

<b>MONTH</b>	<b>Termination without Notice R14-2- 609.B</b>	<b>Termination with Notice R14-2- 609.C</b>	<b>OTHER</b>
<b>JANUARY</b>	0	566	
<b>FEBRUARY</b>	0	203	
<b>MARCH</b>	0	203	
<b>APRIL</b>	0	414	
<b>MAY</b>	0	336	
<b>JUNE</b>	0	326	
<b>JULY</b>	0	515	
<b>AUGUST</b>	0	327	
<b>SEPTEMBER</b>	0	483	
<b>OCTOBER</b>	0	480	
<b>NOVEMBER</b>	0	279	
<b>DECEMBER</b>	0	564	
<b>TOTALS →</b>	<b>0</b>	4696	

OTHER (description):

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**COMPANY NAME: GLOBAL WATER – PALO VERDE UTILITIES COMPANY  
YEAR ENDING 12/31/2009**

**INCOME TAXES**

**For this reporting period, provide the following:**

<b>Federal Taxable Income Reported</b>	<u>\$ 267,321.00</u>
<b>Estimated or Actual Federal Tax Liability</b>	<u>\$ 0.00</u>

<b>State Taxable Income Reported</b>	<u>\$ 267,321.00</u>
<b>Estimated or Actual State Tax Liability</b>	<u>\$ 0.00</u>

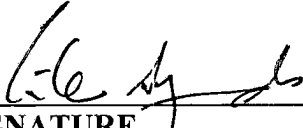
**Amount of Grossed-Up Contributions/Advances:**

<b>Amount of Contributions/Advances</b>	<u>\$ 27,585,537.43</u>
<b>Amount of Gross-Up Tax Collected</b>	<u>\$ 0.00</u>
<b>Total Grossed-Up Contributions/Advances</b>	<u>\$ 0.00</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
\_\_\_\_\_  
**SIGNATURE**

April 15, 2010  
\_\_\_\_\_  
**DATE**

Graham Symmonds  
\_\_\_\_\_  
**PRINTED NAME**

CTO & SVP Regulatory Affairs & Compliance  
\_\_\_\_\_  
**TITLE**

**COMPANY NAME: GLOBAL WATER – PALO VERDE UTILITIES COMPANY**  
**YEAR ENDING 12/31/2009**

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2009 was: **\$373,344.00**

Attach to this annual report proof (e.g. property tax bills stamped “paid in full” or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

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# VERIFICATION AND SWORN STATEMENT

## Taxes

### VERIFICATION

STATE OF ARIZONA Maricopa

I, THE UNDERSIGNED Graham Symmonds, CTO & SVP Regulatory Affairs & Compliance

OF THE Global Water – Palo Verde Utilities Company, Inc.

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

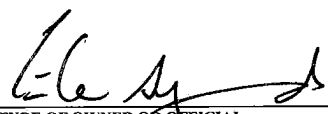
MONTH	DAY	YEAR
12	31	2009

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

### SWORN STATEMENT

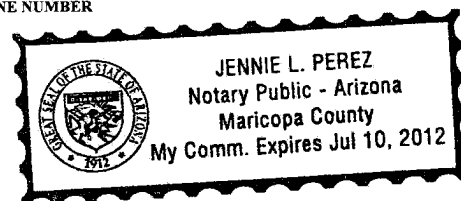
I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

  
SIGNATURE OF OWNER OR OFFICIAL

623-580-9600  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME JENNIE L PEREZ  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA  
THIS 5th DAY OF APRIL, 2010.



MY COMMISSION EXPIRES 7/10/2012

  
SIGNATURE OF NOTARY PUBLIC

# VERIFICATION AND SWORN STATEMENT

## Intrastate Revenues Only

### VERIFICATION

STATE OF ARIZONA Maricopa

I, THE UNDERSIGNED Graham Symmonds, CTO & SVP Regulatory Affairs & Compliance

OF THE Global Water – Palo Verde Utilities Company, Inc.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2009

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

### SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2009 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 6,709,350.86

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 13,604.26 IN SALES TAXES, \$ 11,343.23 IN ACC FEES AND \$ 1,587.37 IN RUCO FEES, BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

*Graham Symmonds*  
SIGNATURE OF OWNER OR OFFICIAL

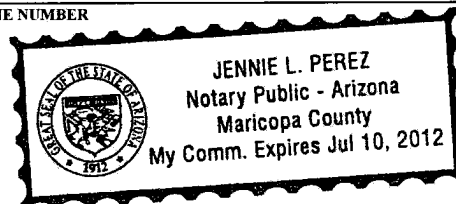
623-580-9600  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME JENNIE L PEREZ

A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA

THIS 15 DAY OF APRIL, 2010.

MY COMMISSION EXPIRES 7/10/2012



*Jennie L. Perez*  
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION AND SWORN STATEMENT  
RESIDENTIAL REVENUE**

**INTRASTATE REVENUES ONLY**

**VERIFICATION**

STATE OF ARIZONA      Maricopa

I, THE UNDERSIGNED      Graham Symmonds, CTO & SVP Regulatory Affairs & Compliance

OF THE      Global Water – Palo Verde Utilities Company, Inc.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2009

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2009 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

**\$ 5,883,458.16**

(THE AMOUNT IN BOX AT LEFT INCLUDES \$ 0.00 IN SALES TAXES, \$ 10,898.37 IN ACC FEES AND \$1,584.76 IN RUCO FEES, BILLED, OR COLLECTED)

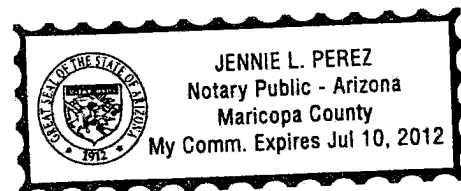
**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

SIGNATURE OF OWNER OR OFFICIAL

623-580-9600

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME JENNIE L PEREZ  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA  
THIS 15 DAY OF APRIL, 2010.



MY COMMISSION EXPIRES 7/10/2012

SIGNATURE OF NOTARY PUBLIC